

BY





Our goal is to implement strategies to reduce the uncontrolled export of used clothes to the developing countries.

We would like, instead, to facilitate their circular and responsible management in the country of origin, through the promotion of collaborations between the various stakeholders and a greater transparency of the supply chain.





Current limits of sorting

The quality of the recovery of post-consumer textile material is strongly determined by an adequate sorting process.

Currently the sorting in the vast majority of cases is manual: the clothes are divided according to quality and to the possibility of reselling them as second-hand. The "non-reusable" fraction is destined in part for recycling and in part for disposal.

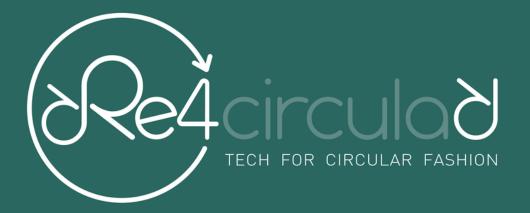
The most innovative automatic sorting technologies for textiles are based on NIR spectroscopy, which is used on non-reusable material, since it identifies only the data useful for recycling (material and color – with limits for garments composed of mixed fibers or multilayers of different materials).

Important limitation: neither in manual sorting nor in sorting with NIR Spettroscopy the characteristics of the clothes are recorded and transmitted to those who will have to deal with the recycling/reuse and this means that the sorted material cannot be highly valued.

OUR SOLUTION

After several years of experience in the management of used clothes within the innovative social startup **Atelier Riforma**

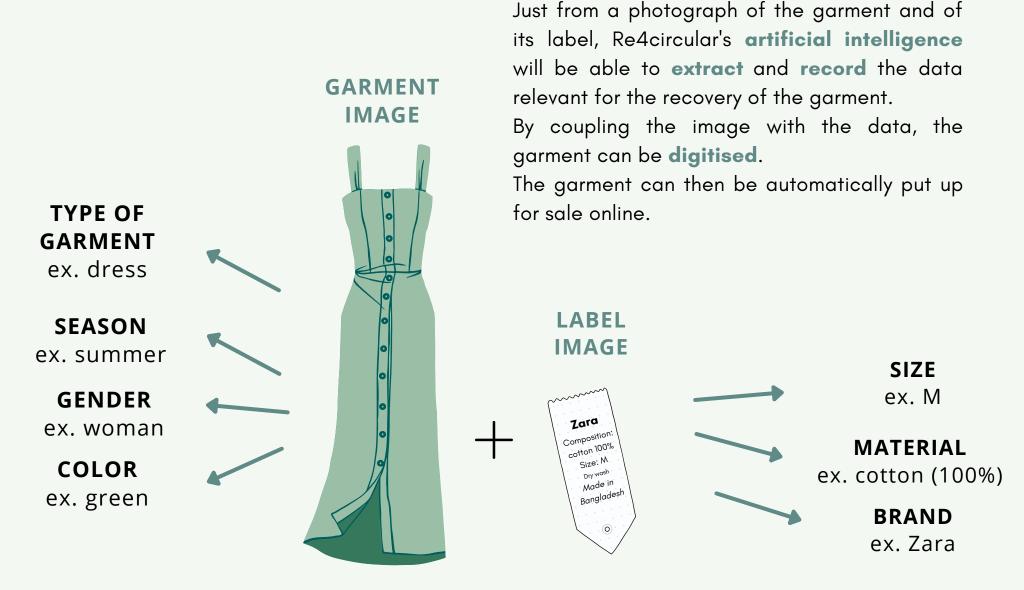
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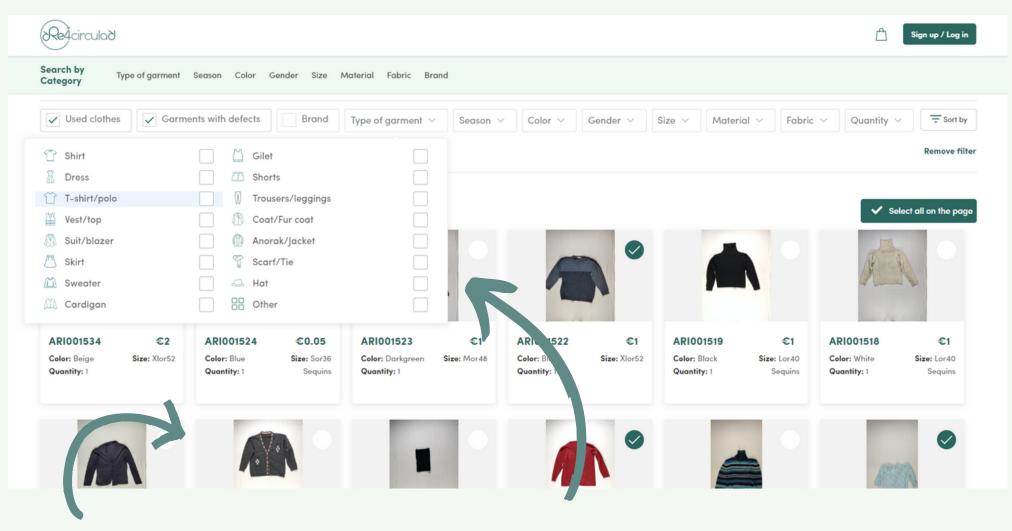
A direct and efficient digital link between the entities managing used / deadstock clothing and circular fashion companies that need used clothes for their business

matching the B2B supply and demand for discarded garments

Al-based automated cataloging tech



B2B DIGITAL MARKETPLACE



ALL DATA AND IMAGES OF THE CATALOGUED
GARMENTS FLOW DIRECTLY INTO OUR B2B DIGITAL
MARKETPLACE PLATFORM, THROUGH WHICH
SELLERS CAN WHOLESALE THEIR GARMENTS
ONLINE TO OTHER COMPANIES

BUYERS ACCESSING RE4CIRCULAR MARKETPLACE
CAN USE SMART SEARCH FILTERS AND SEARCH
FOR THE GARMENTS BEST SUITED TO THEIR NEEDS,
VIEW THEM AND ALL THEIR CHARACTERISTICS AND
DIRECTLY PURCHASE THEM ONLINE



COLLECTING/ SORTING ENTITIES

NEED: ECONOMICALLY EXPLOIT WHAT THEY COLLECT, LITTLE WASTE TO DISPOSE OF FASHION BRANDS

NEED:
DISPOSE OF UNSOLD (OR TAKEN-BACK)
CLOTHES, SHOW SUSTAINABILITY



SECONDHAND SHOPS

NEED: NO DEFECTS, SPECIFIC TYPES, CHOOSE SEASON, GENDER, BRAND, ETC.

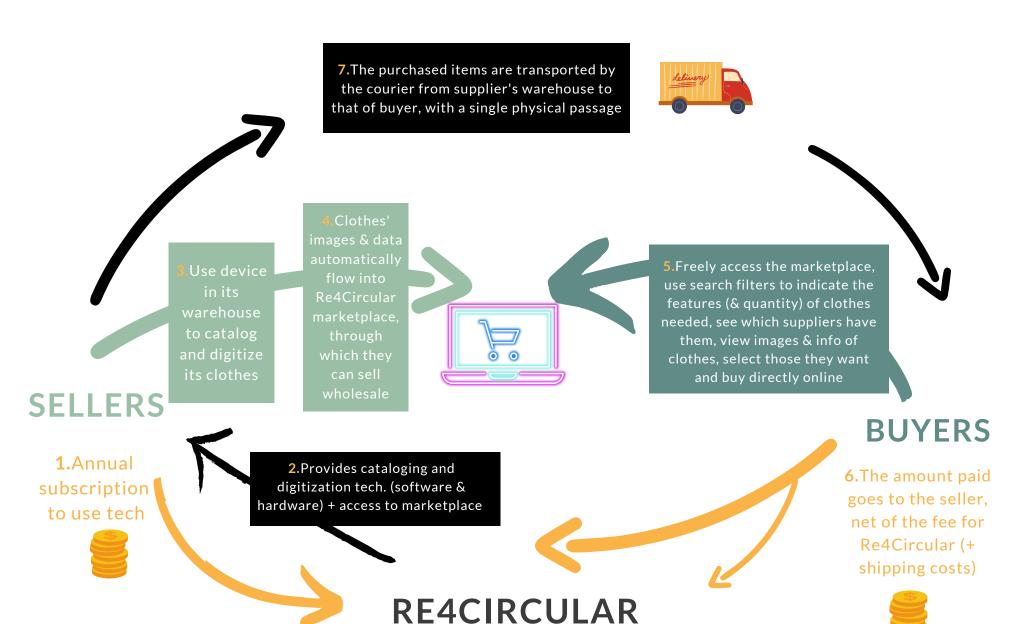
RECYCLING COMPANIES:

NEED: 100% SINGLE MATERIAL, DIVIDED BY COLOR, LARGE QUANTITIES

UPCYCLING ARTISANS

NEED: SEE IMAGE, SMALL QUANTITIES, CLOTHES EVEN WITH DEFECTS

PROCESS & BUSINESS MODEL



INTELLECTUAL PROPERTY PROTECTION

RE4CIRCULAR PATENT & TRADEMARK

- 11/2021: **provisional patent** filed (it covers the **entire process**, from automatic cataloging and recording to the marketplace platform with smart filters).
- 02/2022: "Re4Circular" trademark registered in EU.
- 11/2022: **definitive patent** application filed (EU)



FOCUS ON TECHNOLOGY AND CURRENT STAGE OF DEVELOPMENT

Image acquisition PROTOTYPE STAGE (CURRENT)

Smartphone (or other device with a camera) fixed on a C-stand + neutral lights

Image of garment lying horizontally + label

Images shown on **PC**, with which the operator catalogs, **selecting parameters from drop-down lists**

Items placed in **progressive order** in containers, indicating the first and last **code** of the items contained

2 operators needed(1 item cataloged every 2 minutes)



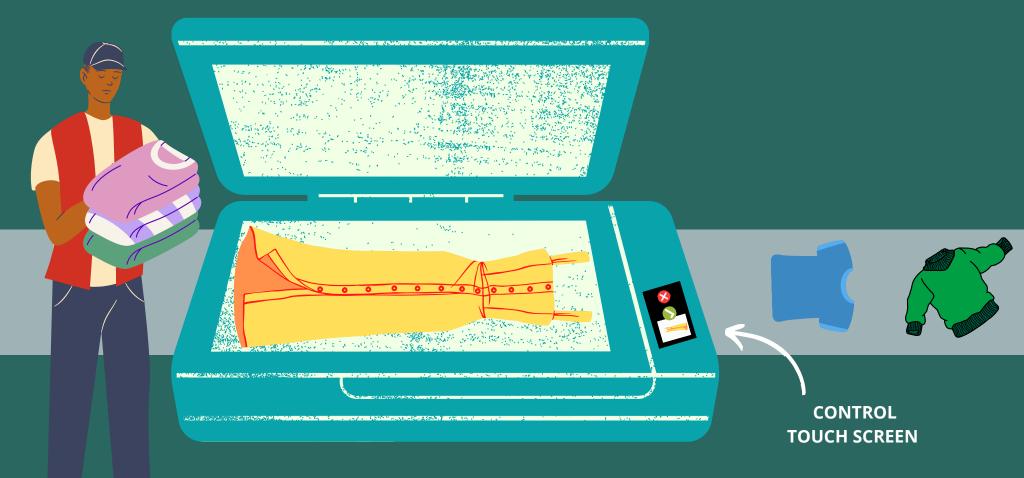
Next development phases: AI will automatically acquire all the parameters (except the conditions of the garment).

Software and hardware combined in a machine (large scanner, with control touch screen)

NIR spectroscopy added to AI, to identify composition of garments without label

Only 1 operator needed (few seconds per garment)

INDUSTRIALIZATION



Only one datum remains of human competence:

garment conditions identification

ALL S UNABLE TO **DISTINGUISH** A **DEFECT** (E.G. HOLE, STAIN, DISCOLORING) FROM AN INTENDED ELEMENT OF THE **DESIGN OR PATTERN** OF A GARMENT, PARTICULARLY SINCE THEY ARE ALL DIFFERENT GARMENTS.

HUMAN PRESENCE REMAINS ESSENTIAL: WE HAVE THEREFORE MADE THE OPERATION AS FAST AS POSSIBLE (THE OPERATOR DOES NOT REGISTER THE TYPE OF DEFECT, THEY ONLY SELECT ONE OPTION FROM THESE 3 ALTERNATIVES: "FLAWLESS"/"SMALL DEFECT"/"HIGHLY DAMAGED").

THIS INFORMATION IS ESSENTIAL TO DETERMINE BOTH THE PRICE OF THE GARMENT AND ITS SUITABILITY OR OTHERWISE FOR REUSE



1

DIGITAL PHASE OF THE PROCESS, AFTER IMAGE ACQUISITION

Cloud database

Store images and data, updating in real time on all data additions and changes

2

Artificial Intelligence Software for classification

Analyzes the images in real time and extracts the characteristics of the items from them (the operator can check their correctness and correct if necessary) 3

Logical algorithm

automatically assigns a price and weight to each cataloged item (based on the registered characteristics). These two data add up to the information stored in the database

4

Marketplace platform

Each item in the database, once completed, appears on the marketplace as an item for sale (reporting both images and extracted information)

VALUE PROPOSITION



TYPE OF GARMENT: SWEATER COLOR: PURPLE COMPOSITION: 70% WOOL; 30% ACRYLIC STATUS: SMALL DEFECT SEASON: WINTER GENDER: FEMALE

SIZE: M LUXURY BRAND: NO

SARTORIAL UPCYCLING

Automatic sorting of clothes

FOR EACH GARMENT, THE MOST SUITABLE CIRCULAR DESTINATION

With Re4Circular, each garment is scanned (captured and recorded the image of the garment and its label) and thanks to the Al algorithm all the characteristics of the garment are extracted and recorded.

This surpasses current sorting technologies based on NIR spectroscopy, which identify only two data (color and material) and therefore are only useful for recycling. Taking into consideration that **not all the material is suitable for recycling**, it is also necessary to **target the other possible circular destinations** for the collected material (above all, reuse and sartorial refashioning).

Re4Circular is specifically designed to extract from the garment the characteristics that interest each of these **market** targets (not just color and material). By transmitting all these data, a **greater recovery success** can be achieved, compared to mechanical/chemical recycling alone.

Our technology is perfect for being the heart of a textile hub, as it is a tool for directing each garment to the most suitable sustainable destination, **maximizing its residual** value.



Digitalization

MONITORING, TRANSPARENCY AND CONNECTION WITH THE MARKET

Re4Circular not only takes care of sorting, but also of **digitization**: when the image of the garment is captured and its characteristics extracted, data automatically flows into the database, connected to the B2B marketplace platform, which allows us to put in contact the collector/selector entity with the entities that are able to give garments a new life (e.g. second-hand shops, recycling companies, sartorial refashioning brands). Through our platform, the buying and selling of garments can take place in complete **transparency** (thanks to the sharing of data and images), so we match the B2B supply and demand.

This makes it more innovative than a simple sorting technology: it is also a **direct and digital link to the market**. As well as an **analysis tool**! The data collected in the database can be used to understand the average quality of the collected clothes and the "recovery success" of the textile hub, as well as to carry out research and create reports.



Perfect tool for work inclusion projects TRAINING FOR CIRCULAR JOBS

Re4Circular is **not a fully automated machine**, the **presence of 1 or 2 operators is always necessary**, in particular for the identification of the state of of the garments (which the Al is not able to identify).

This allows jobs to be maintained, even for disadvantaged people.

Further usefulness of human capital is in the process of preparing the material for recycling (removal of buttons, zippers, etc.), which often requires the export of garments to countries very far from ours (to then take them back), lengthening the supply chain, with further environmental impact.

Carrying out this work with internal resources would allow not only to offer a further social aspect to the project, but also to shorten a supply chain which today has enormous ecological and transparency problems.



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Website and landing page:

https://atelier-riforma.it/ https://re4circular.com/

Social Network:

<u>LinkedIn</u>, <u>Facebook</u>, <u>Instagram</u> e <u>Youtube</u>